

AGENDA ITEM # 8.E
DATE: June 14, 2004
COAC NUMBER: 04-2124

**CITY OF GOODYEAR
CITY COUNCIL ACTION FORM**

**SUBJECT: Resolution Adopting the Tentative
Budget for FY 04-05.**

**STAFF PRESENTER: Joe Pizzillo
COMPANY CONTACT:**

RECOMMENDATION:

Council adopt Resolution 04-927 approving a tentative budget for FY 04-05, and, set a Public Hearing for June 28, 2004, at 6:00 P.M., in the Justice Facility, at 986 South Litchfield Road, at such time any taxpayer will be given the opportunity to speak for or against any of the proposed expenditures.

COMMUNITY BENEFIT:

Required to adopt the City's budget for fiscal year 04/05.

DISCUSSION:

State law requires that on or before the third Monday in July each fiscal year, the City Council must adopt a tentative budget. The tentative budget adoption sets the upper expenditure limit for the fiscal year. The final budget adoption may lower the expenditure limit but the final budget adoption may not increase the expenditure limit.

The tentative budget includes changes that were discussed at the June 1, 2004 Council Work session. In addition, a position originally funded within the proposed fiscal year 04/05 budget submitted on May 17, 2004 (1- Building Permit Technician Supervisor) located within the Community Development Department was not included in the list of proposed new positions. The funds were/are budgeted. The total new positions for FY 04/05 are 57.

FY 04/05 Presented Budget

\$153,339,693

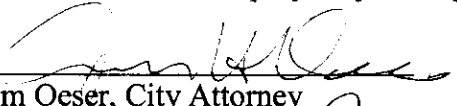
The attached statements and schedules are presented for Council adoption as the tentative budget for the City of Goodyear for the Fiscal Year 2004-05. The statements and schedules (A-E) and Resolution 04-927 will be published once a week for two consecutive weeks in the local newspaper.

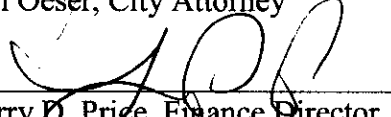
FISCAL IMPACT

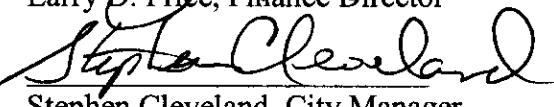
The tentative budget for FY 04-05 will be \$ 153,339,693 if Resolution 04-927 is adopted as presented.

REVIEWED BY:

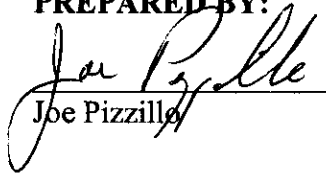

Grant Anderson - Deputy City Manager


Jim Oeser, City Attorney


Larry D. Price, Finance Director


Stephen Cleveland, City Manager

PREPARED BY:


Joe Pizzillo

RESOLUTION NO. 04-927

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF GOODYEAR, MARICOPA COUNTY, ARIZONA, ADOPTING THE TENTATIVE ESTIMATES OF THE AMOUNTS REQUIRED FOR THE PUBLIC EXPENSE FOR THE CITY OF GOODYEAR FOR THE FISCAL YEAR 2004-05 ADOPTING A TENTATIVE BUDGET; SETTING FORTH THE RECEIPTS AND THE AMOUNTS ESTIMATED AS COLLECTIBLE FOR THE PREVIOUS FISCAL YEAR; THE AMOUNT PROPOSED TO BE RAISED BY DIRECT PROPERTY TAXATION FOR THE VARIOUS PURPOSES; GIVING NOTICE OF THE TIME FOR HEARING TAXPAYERS; FOR ADOPTING OF BUDGET AND FIXING THE TAX LEVIES.

BE IT RESOLVED, by the Mayor and Council of the City of Goodyear, Arizona, as follows:

Section 1: That the statements and schedules contained herein are hereby adopted for the purpose as hereinafter set forth as the tentative budget for the City of Goodyear for the fiscal year 2004-05.

Section 2: That the City Clerk be authorized and directed to publish in the manner prescribed by law, the estimates of expenditures, as hereinafter set forth, together with a notice that the City Council will meet for the purpose of final hearing by taxpayers and for adoption of the 2004-05 Annual Budget for the City of Goodyear on the 28th day of June, 2004 at the hour of 6:00 P.M., at the Justice Facility at 986 South Litchfield Road, Goodyear, Arizona 85338 with adoption of the Tax Levy on July 12, 2004, at 6:00 P.M. at the Justice Facility at 986 South Litchfield Road, Goodyear, Arizona 85338

Section 3: Upon recommendation by the City Manager, and with the approval of the Council, expenditures may be made from the appropriation for contingencies. The transfer of any sums within any specific appropriation may be made only upon the approval of the Mayor.

Section 4: Money from any fund may be used for any of these appropriations, except money specifically restricted by State Law or by City Ordinance or Resolution.

Section 5: The statements and schedules of the tentative budget are as follows: Schedules A, B, C, D, and E.

PASSED AND ADOPTED by the Mayor and Council of the City of Goodyear, Maricopa County, Arizona, this 14 day of June, 2004.

Mayor

ATTEST:

City Clerk

APPROVED AS TO FORM:

City Attorney

CERTIFICATION OF RECORDING OFFICER

STATE OF ARIZONA)
) ss.
County of Maricopa)

I, the undersigned Dee Cockrum, being the duly appointed, qualified City Clerk of the City of Goodyear, Arizona, certify that the foregoing Resolution 04-927, passed and adopted at a City Council Meeting of the Council of the City of Goodyear, Maricopa County, Arizona held on the 14th day of June, 2004, at which a quorum was present and, by a ____ vote, voted in favor of said ordinance.

Given under my hand and seal, this ____ day of _____, 2004.

Dee Cockrum, City Clerk

City Of Goodyear
Summary Schedule of Estimated Revenues and Expenditures/Expenses
Fiscal Year 2004-05

FUND	ADOPTED BUDGETED EXPENDITURES/ EXPENSES 2003-04*	ACTUAL EXPENDITURES/ EXPENSES 2003-04**	UNRESERVED FUND BALANCE/ RETAINED EARNINGS AT 7-1-2004**	DIRECT PROPERTY TAX REVENUES 2004-05	ESTIMATED REVENUES OTHER THAN PROPERTY TAXES 2004-05	OTHER FINANCING SOURCES 2004-05 <USES>	INTERFUND TRANSFERS IN 2004-05 <OUT>	TOTAL FINANCIAL RESOURCES AVAILABLE 2004-05	BUDGETED EXPENDITURES/ EXPENSES 2004-05
1. General Fund	\$ 37,882,036	\$ 31,125,775	\$ 11,820,458	Primary: \$ 3,601,850	\$ 32,613,635		\$ 952,924	\$ 47,199,545	\$ 43,535,718
2. Special Revenue Funds	2,799,348	1,743,232		Secondary: 2,451,787	1,455,760		1,169,542	2,625,302	3,826,058
3. Debt Service Funds Available	2,667,080	2,667,000					619,780	619,780	3,069,067
4. Less: Designation for Future Debt Retirement									
5. Total Debt Service Funds	2,667,080	2,667,000		2,451,787			619,780	3,071,567	3,069,067
6. Capital Projects Funds	62,009,572	15,225,049	12,540,195		64,021,810	20,050,020		76,562,005	72,544,374
7. Enterprise Funds Available	22,184,526	14,621,926	4,682,992		28,777,229			32,507,297	30,364,746
8. Less: Designation for Future Debt Retirement									
9. Total Enterprise Funds	22,184,526	14,621,926	4,682,992		28,777,229			32,507,297	30,364,746
10. Expendable Trust Funds									
11. Nonexpendable Trust Funds									
TOTAL ALL FUNDS	\$ 127,542,562	\$ 65,382,982	\$ 29,043,645	\$ 6,053,637	\$ 126,868,434	\$ 20,050,020	\$ 2,742,246	\$ 161,965,716	\$ 153,339,963

EXPENDITURE LIMITATION COMPARISON

	2003-04	2004-05
1. Budgeted expenditures/expenses	\$ 127,542,562	\$ 153,339,963
2. Add/subtract: estimated net reconciling items		
3. Budgeted expenditures/expenses adjusted for reconciling items	127,542,562	153,339,963
4. Less: estimated exclusions		
5. Amount subject to the expenditure limitation	\$ 127,542,562	\$ 153,339,963
6. EEC or voter-approved alternative expenditure limitation	\$ 127,542,562	\$ 153,339,963

* Includes Expenditure/Expense Adjustments Approved in 2003-04 from Schedule E.

** Includes actual amounts as of the date the proposed budget was prepared, adjusted for estimated activity for the remainder of the fiscal year.

City of Goodyear
Summary of Tax Levy and Tax Rate Information
Fiscal Year 2004-05

	<u>2003-04</u> <u>FISCAL YEAR</u>	<u>2004-05</u> <u>FISCAL YEAR</u>
1. Maximum allowable primary property tax levy. A.R.S. §42-17051(A).	\$ 3,029,977	\$ 3,601,850
2. Amount received from primary property taxation in the 2001-02 fiscal year in excess of the sum of that year's maximum allowable primary property tax levy. A.R.S. §42-17102(A)(18).	\$ -	
3. Property tax levy amounts		
A. Primary property taxes	\$ 3,029,977	\$ 3,601,850
B. Secondary property taxes	2,049,800	2,451,787
C. Total property tax levy amounts	\$ 5,079,777	\$ 6,053,637
4. Property taxes collected*		
A. Primary property taxes		
(1) 2003-04 levy	\$ 3,029,977	
(2) Prior years' levy		
(3) Total primary property taxes	\$ 3,029,977	
B. Secondary property taxes		
(1) 2003-04 levy	\$ 2,049,800	
(2) Prior years' levy		
(3) Total secondary property taxes	\$ 2,049,800	
C. Total property taxes collected	\$ 5,079,777	
5. Property tax rates		
A. City/Town tax rate		
(1) Primary property tax rate	1.2862	1.2239
(2) Secondary property tax rate	0.7575	0.7493
(3) Total city/town tax rate	2.0437	1.9732
B. Special assessment district tax rates		

Secondary property tax rates - As of the date the proposed budget was prepared, the City was operating no special assessment districts for which secondary property taxes are levied. taxes are levied. taxes are levied. taxes are levied. taxes are levied. taxes are levied.

* Includes actual property taxes collected as of the date the proposed budget was prepared plus estimated property tax collections for the remainder of the fiscal year.

City of Goodyear
Summary by Fund Type of Revenues Other Than Property Taxes
Fiscal Year 2004-05

Fund	Budget FY 03-04	Revised FY 03-04	Budget FY 04-05
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General Fund:

City Sales Tax Total	14,944,093	14,930,000	17,627,820
Franchise Tax-Electric	683,324	751,656	864,405
Franchise Tax-Gas	132,947	146,242	168,178
Franchise Tax-Cable TV	134,124	147,536	169,337
Franchise Tax - Citizens	11,925	13,118	15,085
Delinquent Sales Tax			
Local Taxes	15,906,413	15,988,552	18,844,825
State Income Tax	1,706,817	1,706,817	1,740,622
State Shared Sales Tax	1,496,120	1,496,120	1,632,974
Auto In-Lieu Tax	425,385	620,000	620,000
State Shared Revenues	3,628,322	3,822,937	3,993,596
Building & Zoning Fees	5,429,842	6,800,000	8,881,213
Police Grants	423,803	250,000	-
Investment Earnings	50,000		
City Court Revenues	423,768	315,000	315,000
Miscellaneous Revenue	1,127,709	1,256,139	579,001
All Other Revenue	1,601,477	1,571,139	894,001

Total General Fund	26,989,857	28,432,628	32,613,635
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Special Revenue Funds:

State Gasoline Tax	1,309,752	1,309,752	1,299,931
Lottery Revenue	141,733	141,733	155,829
Miscellaneous Revenue	61,240	83,100	
Total Highway User Revenue Fund	1,512,725	1,534,585	1,455,760

Total Special Revenue Funds	1,512,725	1,534,585	1,455,760
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City of Goodyear
Summary by Fund Type of Revenues Other Than Property Taxes
Fiscal Year 2004-05

Fund	Budget FY 03-04	Revised FY 03-04	Budget FY 04-05
Capital Project Funds			
CIP Funds	50,096,000	9,800,000	60,427,061
Development Fee Funds	3,594,749	4,784,850	3,594,749
Total Capital Project Funds	53,690,749	14,584,850	64,021,810
Water Fees	3,952,456	4,350,000	5,377,687
Sewer Fees	4,090,412	3,550,000	4,184,563
Water & Sewer CIP Fees	24,606,214	7,587,667	16,594,000
Subtotal Water & Sewer	32,649,082	15,487,667	26,156,250
Sanitation Fees	2,349,600	2,279,112	2,620,979
Total Enterprise Funds	34,998,682	17,766,779	28,777,229
Total All Funds	117,192,015	62,318,842	126,868,434

City of Goodyear
Summary by Fund Type of Other Financing Sources/<Uses> and Interfund Transfers
Fiscal Year 2004-05

Fund	Other Financing		Interfund Transfers	
	Sources	Uses	In	Out
General Fund			952,924	
Highway User Fund				1,169,542
Debt Service Fund				619,780
CIP Fund				-
Total General Fund	-	-	952,924	1,789,322
Highway User Fund			1,169,542	
Debt Service Fund			619,780	
Development Fee Funds				
Capital Improvement Project Funds	20,050,020	20,050,020	-	-
Enterprise Funds	-	-		952,924
Total All Funds	20,050,020	20,050,020	2,742,246	2,742,246

City of Goodyear
Summary by Department of Expenditures/Expenses Within Each Fund Type
Fiscal Year 2004-05

Fund/Department	Adopted Budget FY 03-04	Approved Budget Adjustments FY 03-04	Actual Expenditures FY 03-04	Adopted Budget FY 04-05
Mayor and Council	389,596		226,142	321,505
Community Services Supp	370,000		294,805	187,386
City Court	578,161	44,303	622,464	664,369
City Clerk - Special Events	140,997		111,705	53,500
Attorney	271,194		288,170	341,555
Prosecutor	212,445		199,896	224,915
Human Resources	488,991		457,840	543,293
City Manager	601,670		471,227	605,746
City Clerk	635,999		604,917	722,909
Economic Development	1,797,972	321,106	2,119,078	2,728,611
Community Initiatives	773,137		672,902	1,004,611
CFD Administration	114,945		114,649	236,484
Admin Support Services	489,930		418,707	556,015
ITS	1,778,539		1,184,602	2,412,498
GIS	196,064		118,055	167,213
Risk Aversion	646,023		595,513	850,230
Finance	1,076,832		875,883	1,018,116
Budget Office	250,638		249,800	319,772
Interim Office Building	438,185		430,000	453,785
C/D Planning & Zoning	1,031,344	11,649	1,042,993	1,225,901
C/D Engineering	1,118,421		1,073,258	2,036,878
Deputy City Manager	511,058	22,674	533,732	595,854
Aquatics Facility	330,884		242,522	329,466
Recreation	103,420		61,643	367,300
Contingency	3,579,952		1,300,000	4,225,710
Public Works Admin	849,799		721,546	857,637
Fleet Services	427,094		407,424	416,231
Parks	1,535,425		1,209,670	1,867,045
Building Services	401,631		323,583	553,196
C/D Building Safety	1,013,291		980,555	1,232,400
Police	6,716,460	(399,732)	5,272,517	7,125,876
Telecommunications	2,039,899		1,421,741	2,235,396
Fire & Emergency Services	6,972,040		6,478,236	7,054,315
General Fund	37,882,036	-	31,125,775	43,535,718
Non-Utility Development Fee Funded Projects				965,000
HURF Fund--Streets	2,759,348		1,743,232	2,861,058
Drug Alliance Fund	-		-	
West Cap	40,000		-	
Total Special Revenue Funds	2,799,348	-	1,743,232	3,826,058

City of Goodyear
Summary by Department of Expenditures/Expenses Within Each Fund Type
Fiscal Year 2004-05

Fund/Department	Adopted Budget FY 03-04	Approved Budget Adjustments FY 03-04	Actual Expenditures FY 03-04	Adopted Budget FY 04-05
Debt Service Fund	2,667,080	-	2,667,000	3,069,067
Water & Sewer Fund	20,506,879	-	12,988,764	28,092,166
Sanitation	1,677,647	-	1,633,162	2,272,580
Total Enterprise Funds	22,184,526	-	14,621,926	30,364,746
Capital Improvement Program Fund	62,009,572		15,225,049	72,544,374
Total All Funds	127,542,562	-	65,382,982	153,339,963

*Includes actual expenditures/expense recognized on the modified accrual or accrual basis as of the date the proposed budget was prepared plus estimated expenditures/expenses for the remainder of the fiscal year.